

AR52



# *Annual Report*

1961

CANADIAN BRONZE COMPANY  
L I M I T E D

CAE INDUSTRIES LTD





# CANADIAN BRONZE COMPANY L I M I T E D

## DIVISIONS

MONTREAL BRONZE, LIMITED

NORTHWESTERN BRASS, LIMITED

ST. THOMAS BRONZE COMPANY, LIMITED

WINNIPEG BRASS LIMITED

NATIONAL BRONZE COMPANY, LIMITED



# CANADIAN BRONZE COMPANY LIMITED

EXECUTIVE OFFICES • 999 DELORIMIER AVE., MONTREAL

## DIRECTORS

STEWART G. BENNETT, M.C.

H. CARSON FLOOD

HON. WILFRID GAGNON, C.B.E.

C. HOWARD GORDON

RICHARD O. JOHNSON

DONALD M. LOUCKS

W. F. MACKLAIER, Q.C.

A. JACK MOORE

R. JAMES PINCHIN

## EXECUTIVE OFFICERS

D. M. LOUCKS, *Chairman and Chief Executive officer*

A. J. MOORE, *President*

HON. WILFRID GAGNON, C.B.E., *Vice-President*

R. B. SIMPSON, C.A., *Treasurer*

R. W. GILLAN, *Secretary*

## SOLICITORS

BOURGEOIS, DOHENY, DAY & MACKENZIE

## TRANSFER AGENTS

THE ROYAL TRUST COMPANY

*Montreal and Toronto*

## REGISTRARS

CANADA PERMANENT TORONTO GENERAL TRUST COMPANY

*Montreal and Toronto*





# CANADIAN BRONZE COMPANY L I M I T E D

## REPORT TO THE SHAREHOLDERS

The Directors present herewith the Annual Report of your Company and its subsidiaries, with the Consolidated Balance Sheet and Financial Statements for the year ended December 31st, 1961, and comparative figures for the previous year.

Consolidated Net Earnings for the year amounted to \$284,560, equal to \$1.55 per common share, 7% lower than the previous year. The following summary shows the comparative figures for recent years:—

	<u>Net Earnings</u>	<u>Per Share</u>
1961 . . . . .	\$284,560	\$1.55
1960 . . . . .	307,007	1.68
1959 . . . . .	401,646	2.27
1958 . . . . .	277,778	1.50

Dollar volume of sales was lower by 13% compared with 1960. Factors underlying this reduction include not only changes in our product-range and in our markets, but also the longer life of our products. Benefits derived from modernization of our manufacturing methods and equipment have helped us meet continuing rising costs of labour and material.

To supplement our sales effort in Saskatchewan a branch warehouse was opened in Regina.

Working Capital at December 31st, 1961 amounted to \$1,667,751, an increase of \$52,093. The ratio of current assets to current liabilities is 3.7 to 1.

Your Company's investment in the Class "B" Shares of The Robert Mitchell Co., Limited is receiving your Board's very serious consideration. Its net earnings for the year amounted to \$48,013 against a fixed cumulative annual dividend of \$1.00 per share on its outstanding 223,866 Class "A" Shares. Dividends totalling \$67,160 were paid on the latter in 1961 and the accumulated arrears amounted, at December 31st, 1961, to \$436,538.

Your Directors wish to record their appreciation of the efficient service of the officers and employees.

On behalf of the Board,

MONTREAL, QUEBEC,  
MARCH 7, 1962.

*Note: The above report will be presented at the Annual General Meeting of the Company's Shareholders to be held on April 25th, 1962, at 2.30 P.M.*



# C A N A D I A N   B R O N Z E

AND WHOLLY OWNED

## CONSOLIDATED BALANCE SHEET

(with comparative figures for 1960)

### ASSETS

Current Assets	1961	1960
Cash.....	113,433	179,061
Marketable investments—at cost, less reserve (quoted market value 1961     \$834,500 1960     \$822,000) .....	773,625	786,569
Accounts receivable, less provision for doubtful accounts.....	363,518	259,376
Inventories—at the lower of cost or market .....	1,009,472	1,028,917
Prepaid expenses.....	16,022	11,229
	2,276,070	2,265,152
<b>Investment in Shares of a Subsidiary Company (Partly Owned)</b>		
—at cost.....	1,330,795	1,306,847
<b>Fixed Assets</b>		
Land—at cost.....	388,367	388,367
Buildings and equipment—at cost.....	2,636,364	2,630,987
	3,024,731	3,019,354
Accumulated depreciation.....	2,075,959	2,001,601
	948,772	1,017,753
<b>Contracts, Rights, Patents and Goodwill .....</b>	1	1
	\$4,555,638	\$4,589,753

Approved on behalf of the Board:

A. J. MOORE }  
C. H. GORDON } *Directors.*



# C O M P A N Y, L I M I T E D

## S I D I A R Y C O M P A N I E S

**T A S A T D E C E M B E R 3 1, 1 9 6 1**

(the previous year)

### L I A B I L I T I E S

Current Liabilities	1961	1960
Accounts payable and accrued liabilities.....	371,851	412,044
Dividends payable—		
Preference shares.....	9,375	9,375
Common shares.....	60,000	60,000
Income and other taxes.....	167,093	168,075
	<u>608,319</u>	<u>649,494</u>
 Shareholders' Equity		
5% cumulative redeemable preference stock (redeemable only as a whole at \$105 per share on 30 days' notice)		
Authorized—		
15,000 shares of \$100 par value.....	<u>\$1,500,000</u>	
Issued and fully paid—		
7,500 shares.....	750,000	750,000
Common stock—		
Authorized—		
200,000 shares without nominal or par value		
Issued and fully paid—		
160,000 shares.....	197,395	197,395
Retained earnings.....	2,999,924	2,992,864
	<u>3,947,319</u>	<u>3,940,259</u>
	<u>\$4,555,638</u>	<u>\$4,589,753</u>

#### A U D I T O R S' R E P O R T T O T H E S H A R E H O L D E R S

We have examined the consolidated balance sheet of Canadian Bronze Company, Limited and wholly owned subsidiary companies as at December 31, 1961 and the consolidated statements of earnings and retained earnings for the year ended on that date and have obtained all the information and explanations we have required. Our examination included a general review of the accounting procedures and such tests of accounting records and other supporting evidence as we considered necessary in the circumstances.

In accordance with the provisions of section 118 of the Companies Act, we report that the profits for the year of the partly owned subsidiary company have not been included in the accompanying accounts.

In our opinion, and according to the best of our information and the explanations given to us and as shown by the books of the companies, the accompanying consolidated balance sheet and consolidated statements of earnings and retained earnings are properly drawn up so as to exhibit a true and correct view of the consolidated state of the affairs of the companies as at December 31, 1961 and the consolidated results of their operations for the year ended on that date, in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year,

March 1, 1962

MCDONALD, CURRIE & CO.  
Chartered Accountants



# CANADIAN BRONZE

## CONSOLIDATED STATEMENT OF EARNINGS

FOR THE YEAR ENDED DECEMBER 31, 1961

(with comparative figures for the previous year)

	1961	*1960
Earnings From Operations, before the following.....	688,855	767,777
	-----	-----
Remuneration of executive officers and legal fees.....	63,179	71,391
Fees of other directors.....	12,277	17,095
Provision for depreciation of fixed assets .....	83,387	98,942
	-----	-----
	158,843	187,428
	-----	-----
	530,012	580,349
Revenue from Investments and Rentals .....	37,548	36,658
	-----	-----
	567,560	617,007
Provision for Income Taxes.....	283,000	310,000
	-----	-----
Net Earnings for the year.....	\$ 284,560	\$ 307,007
	=====	=====

\*Adjusted for comparative purposes.



# C O M P A N Y , L I M I T E D

AND WHOLLY OWNED SUBSIDIARY COMPANIES

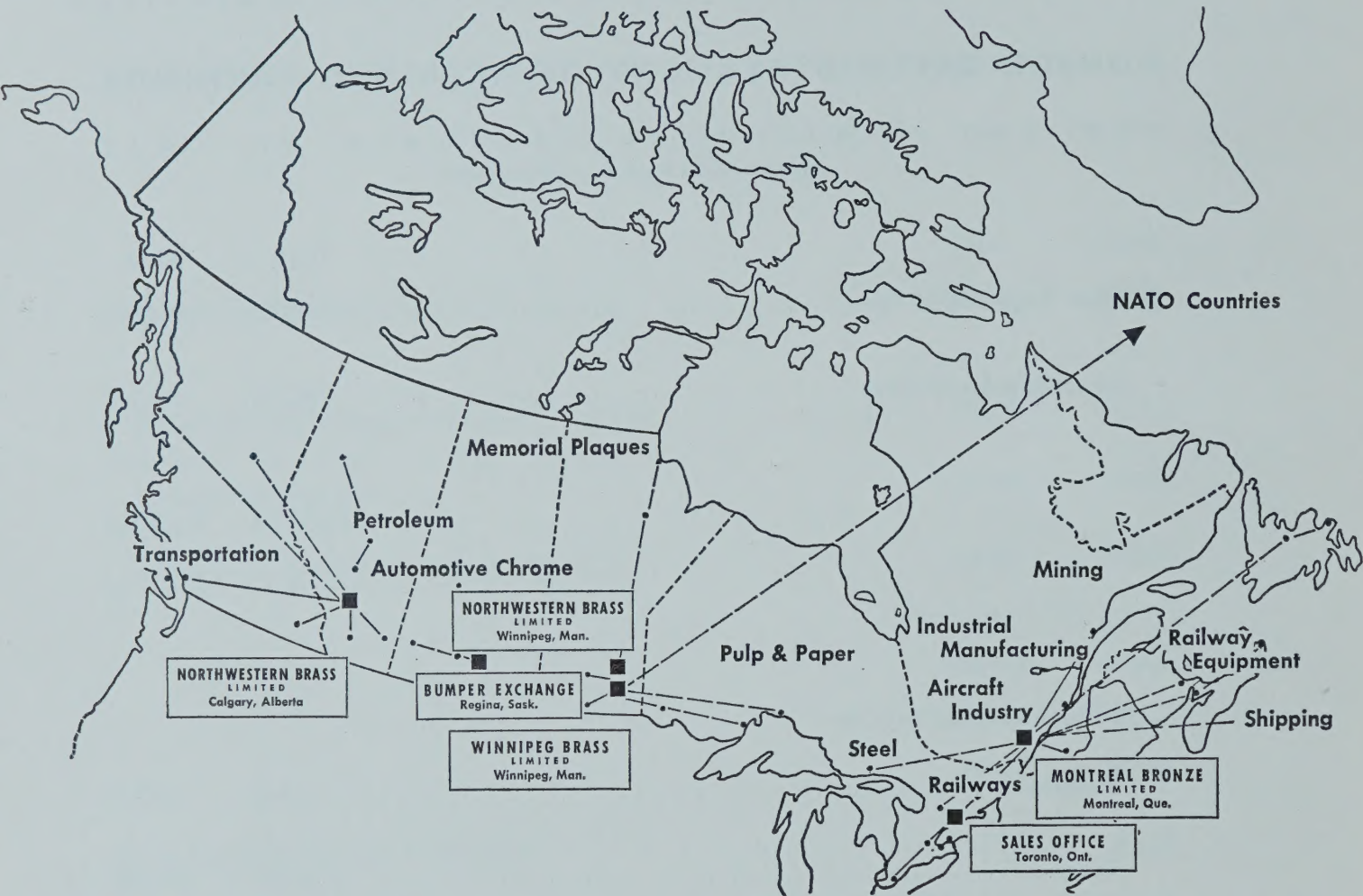
## CONSOLIDATED STATEMENT OF RETAINED EARNINGS

F O R T H E Y E A R E N D E D D E C E M B E R 31, 1961

(with comparative figures for the previous year)

	1961	1960
Balance—Beginning of Year.....	2,992,864	2,963,357
Net earnings for the year.....	284,560	307,007
	<hr/>	<hr/>
	3,277,424	3,270,364
	<hr/>	<hr/>
Dividends paid and payable—		
Preference.....	37,500	37,500
Common.....	240,000	240,000
	<hr/>	<hr/>
	277,500	277,500
	<hr/>	<hr/>
Balance—End of Year.....	\$2,999,924	\$2,992,864
	<hr/>	<hr/>

**DIVISIONS OF**  
**CANADIAN BRONZE COMPANY, LIMITED**  
**SERVING INDUSTRY FROM COAST TO COAST**



✓ **A COMPLETE SERVICE**

✓ **ALL AREAS COVERED**

✓ **LEADERS IN THE FIELD**





